

SECRET

DPD-4783-59
13 July 1959

General Precision Laboratory, Inc.
63 Bedford Road
Pleasantville, New York

Subject: Settlement of Contract No. RA-1076

Gentlemen:

25X1A

The target price for Contract No. RA-1076 was [redacted] and your proposed final price was [redacted]

25X1A

An audit has been performed in accordance with the terms of the contract. Based upon performance and audit findings our offer for the final price is [redacted]. This settlement offer does not include the allocated tools and test equipment costs in the amount of [redacted].

25X1A

25X1A

It is understood that tooling and test equipment costs have been amortized over 106 units purchased by seven customers. Some of these customers were commercial companies. In view of the various customers it is suggested that you make a reasonable offer and retain title for these tools and test equipment. If your offer is considered reasonable our settlement figure would be increased to allow for the difference between the cost and your offer.

All equipment has been received except for those items listed in our letter dated 23 April 1959, DPD-2759-59. Your early reply as to when delivery will be completed will be appreciated.

In the event you feel a meeting is required to effect a settlement please advise and we will make the necessary arrangements to visit you.

Very truly yours,

[redacted]
Contracting Officer

25X1A

Contractor's Proposed Costs
Less Tooling & Test Equip.

25X1A

Less Auditor's Questioned
Costs

Accepted Costs
Profit [redacted]

25X1A

Distributions:

Orig - GPL [redacted]
cc - RA-1076 Prop Sec
cc - Finance
cc - [redacted]
cc - Chrono, RI

25X1A

25X1A

DPD-DD/P: [redacted] (13-7-59)

25X1A

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